

## Proposed amendments to SGX-DC Clearing Rules

Note: Changes are made in blue underline.

### Appendix 1 – Final Settlement Price

#### Freight Forward Contracts: Dry Voyage Routes

<u>Product</u>	<u>Capesize Option (Route C5)</u>
<u>Underlying Contract</u>	<u>Capesize Route C5 Forward Freight Agreement</u>
<u>Option Exercise and Settlement</u>	<u>European Style: An option will be exercised automatically at expiry only if it is in-the-money.</u>  <u>Cash Settled: Upon exercise, a call option will have a value equal to final settlement price of the underlying FFA minus the strike price, multiplied by the contract size.</u>  <u>Upon exercise, a put option will have a value equal to the strike price minus the final settlement price of the underlying FFA, multiplied by the contract size.</u>